ARIZONA DEPARTMENT OF WATER RESOURCES

Office of Assured and Adequate Water Supply

3550 North Central Avenue, Phoenix, Arizona 85012 Telephone 602 771-8500 Fax 602 771-8689



Janet Napolitano Governor

Herbert R. Guenther Director

September 18, 2007

Mr. Roy Tanney Arizona Department of Real Estate 2910 N. 44th Street Phoenix, Arizona 85018

Water Report #53-700285.0000

Subdivision Name: Golden Horseshoe Ranchos, Unit 1,

Lots 33, 106, 110, 111, 176 thru 200

Owner: Double D Land Company, LLC, an Arizona limited

liability company
Number of lots: 29
County: Mohave

Township 27 North, Range 20 West, Section 9

Water provided by: Dry lot, individual wells

Water Type: Groundwater

Current water depth: No Information provided

Estimated 100-year depth: No Information provided

Current decline rate: No Information provided

Basin: Detrital Valley

Dear Mr. Tanney:

Pursuant to A.R.S. § 45-108, the Department of Water Resources has reviewed the available information pertaining to the water supply for the above-referenced subdivision. This letter constitutes the Department's report on the subdivisions water supply as required by A.R.S. § 45-108(A).

Adequacy of the 100-year water supply was reviewed by the Department with regard to physical, legal and continuous availability, water quality, and financial capability. No information has been provided to the Department that indicates that the applicant has satisfied the adequate water supply requirements as set forth in A.A.C. R12-15-701 *et seq.* Therefore, the Department of Water Resources finds the water supply to be *inadequate* to meet the subdivision's projected needs.

Pursuant to A.R.S. §32-2181(F) a summary of the Department's report for those with an inadequate water supply be included in all promotional material and contracts for sale of lots in the subdivisions. We suggest the following synopsis:

"Golden Horseshoe Ranchos, Unit 1 subdivision is being served groundwater by individual wells. The developer has chosen not to demonstrate a 100-year adequate water supply. The applicant has not demonstrated that the criteria for physical, legal and continuous availability, water quality, and financial capability have been met. The United States Secretary of the Interior may determine that the water supply is Colorado River water and may require an entitlement for continued use of the water supply. Whether a future determination by the Secretary of the Interior will have an effect on the legal availability of the water supply for the subdivision cannot be determined at this time. Therefore the Department must find the water supply to be *inadequate*. For additional information please contact Richard Obenshain, of the Office of Assured and Adequate Water Supply at (602) 771-8585."

The developer, pursuant to A.R.S. §32-2181(F), may suggest a different summary of this report, but it must contain the above elements and/or the Department's findings.

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This letter is being forwarded to your office as required by A.R.S. § 45-108. This law requires the developer to hold the recordation of the subdivision's plat until receipt of the Department's report on the subdivision's water supply. By copy of this report, the Mohave County Recorder is being officially notified of the developer's compliance with the law.

Sincerely,

Sandra Fabritz-Whitney

Assistant Director

Water Management Division

cc: Mohave County Planning and Zoning

Mohave County Recorder

Carol Stockwell

Richard Obenshain, Office of Assured and Adequate Water Supply(ADWR)

Perri Benemelis, Colorado River Management(ADWR)

Ruth Thayer, USDI, Bureau of Reclamation